

20061

Utah State Tax Commission  
210 N 1950 W, Salt Lake City, UT 84134  
(801) 297-2200 or 1-800-662-4335 - tax.utah.gov

# Utah Corporation Franchise or Income Tax Return

**2006**  
**TC-20**  
Rev. 12/06

This return is for the calendar year ending Dec. 31, 2006, or fiscal year beginning \_\_\_\_\_ and ending \_\_\_\_\_.

9999

- ☐ FOR AMENDED RETURN - ENTER CODE (1-4) from page 5
- ☐ Enter "X" if you filed federal form 8886

Check box(es) if this is a new address:  <input type="checkbox"/> Physical address  <input type="checkbox"/> Mailing address	Corporation name Negative Numbers Corporation			Employer Identification Number 874000013
	Address 123 Business Way			Utah Incorporation/Qualification Number 5000000013
				Telephone Number (801) 123-4567
	City Salt Lake City	State Utah	Zip code 84123	Foreign country (if not U.S.)

**NOTE: ATTACH ONLY THE FIRST FOUR PAGES OF YOUR FEDERAL RETURN (plus Schedule M-3, if applicable)**  
**Corporations included in combined filings must complete Schedule M.**

1. Check if this corporation conducted any UTAH business activity during the taxable year .....	• 1	<input checked="" type="checkbox"/>	Check box
2. Check if this corporation joined in a federal consolidated return .....	• 2	<input type="checkbox"/>	
3. Check if this return constitutes (check no more than one box): (see Combined Reports in the General Instructions)			
a. A "water's edge" combined report .....	• 3a	<input type="checkbox"/>	
or b. A "water's edge" election under UC §59-7-402(2) .....	• 3b	<input checked="" type="checkbox"/>	
or c. A "worldwide" combined report .....	• 3c	<input type="checkbox"/>	
4. If an election has been made or considered to have been made on behalf of any member of the federal affiliated group during the taxable year, check the appropriate box(es) and attach a schedule showing names of target corporation(s) and details of such transaction(s). See "IRC Sections..." in the General Instructions.			
a. IRC Section 338 .....	• 4a	<input type="checkbox"/>	
b. IRC Section 338 (h)(10) .....	• 4b	<input checked="" type="checkbox"/>	
c. IRC Section 336 (e) .....	• 4c	<input type="checkbox"/>	
5. Check if this return includes one or more financial institutions as defined by Tax Commission Rule R865-6F-32 .....	• 5	<input checked="" type="checkbox"/>	
6. What is the ultimate U.S. parent's name? • CXP Parent			
7. What is the ultimate U.S. parent's EIN? • 870123456			
8. Refund (from Schedule A, line 23) .....	8	296	00
9. Tax Due (from Schedule A, line 24) .....	9		00
10. Total the penalties and interest listed below and enter on this line .....	10		00
Extension penalty \$ _____ Late filing penalty \$ _____			
Late payment penalty \$ _____ Interest \$ _____			
11. Utah Use Tax, if \$400 or less (see instructions) .....	11		00
12. TOTAL REFUND (subtract lines 10 and 11 from line 8) .....	12	296	00
13. TOTAL TAX DUE (add lines 9, 10 and 11) Make check payable to: UTAH STATE TAX COMMISSION .....	13		00

Check the box for each schedule attached. Arrange in order behind this form.

<input checked="" type="checkbox"/> Schedule A	<input checked="" type="checkbox"/> Schedule B, C and D	<input checked="" type="checkbox"/> Schedule H
<input checked="" type="checkbox"/> Schedule J	<input checked="" type="checkbox"/> Schedule M	

OFFICE USE ONLY

Under penalties of perjury, I declare to the best of my knowledge and belief, this return and accompanying schedules are true, correct and complete.

Paid Preparer's Section	Signature of officer John Smith	Title President	Date signed 1-1-07	<input checked="" type="checkbox"/> Check here if the Tax Commission may discuss this return with the preparer shown below (see page 7)
	Preparer's signature John Doe		Date signed 1-2-07	
	Firm's name (or yourself if self-employed) Doe's Accounting Inc.		Preparer's telephone no. (801) 123-4567	
	Preparer's complete address (street, city, state, zip) 789 Business Way, Salt Lake City, Utah 84123		Preparer's Social Security no. or PTIN 522112233	
				Preparer's EIN 871234567

## Supplemental Information To Be Supplied By All Corporations

1. What is the date of incorporation 01/01/03 and in what state? Utah
2. If this corporation is dissolved or withdrawn, see Dissolution or Withdrawal in the General Instructions.
3. ☐ Yes ☒ No Did the corporation at any time during its tax year own more than 50 percent of the voting stock of another corporation or corporations?  
If yes, provide the following for each corporation so owned: (attach additional pages if necessary)  
Name of corporation \_\_\_\_\_  
Address \_\_\_\_\_  
Percentage of stock owned \_\_\_\_\_% Date stock acquired \_\_\_\_\_
4. ☐ Yes ☒ No Is 50 percent or more of the voting stock of this corporation owned by another corporation?  
If yes, provide the following information about the corporation:  
Name of corporation \_\_\_\_\_  
Address \_\_\_\_\_  
Percentage of stock held \_\_\_\_\_%
5. ☒ Yes ☐ No Did this corporation or its subsidiary(ies) have a change in control or ownership, or acquire control or ownership of any other legal entity this year?
6. Where are the corporate books and records maintained?  
123 Business Way, Salt Lake City, Utah 84123
7. What is the state of commercial domicile? Utah
8. What is the last year for which a federal examination has been completed? 1999  
Under separate cover, send a summary and supporting schedules for all federal adjustments and the federal tax liability for each year for which federal audit adjustments have not been reported to the Tax Commission and indicate date of final determination. Forward information to Auditing Division, Utah State Tax Commission, 210 North 1950 West, Salt Lake City, UT 84134-2000.
9. For what years are federal examinations now in progress, or final determination of past examinations still pending?  
2000
10. For what years have extensions for proposing additional assessments of federal tax been agreed to with the Internal Revenue Service?  
2001

## Schedule E - Prepayments of Any Type - Enter the total from line 4 below on line 18e of Schedule A.

1. Overpayment applied from prior year .....	1	1	00
2. Extension prepayment Date <u>01/01/06</u> Check number <u>1001</u> .....	2	2	00
3. Other prepayments (attach additional page(s) if necessary)			
a. Date <u>02/01/06</u> Check number <u>1002</u>	3a	31	00
b. Date <u>03/01/06</u> Check number <u>1003</u>	3b	32	00
c. Date <u>04/01/06</u> Check number <u>1004</u>	3c	33	00
d. Date <u>05/01/06</u> Check number <u>1005</u>	3d	34	00
<b>Total of other prepayments</b> (add lines 3a through 3d) .....	3	130	00
4. Total prepayments (add lines 1, 2 and 3) Enter here and on Schedule A, line 18e .....	4	133	00

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**Schedule A - Computation of Utah Net Taxable Income and Tax Due**

Corporation Name <b>Negative Numbers Corporation</b>		Taxable Year Ending <b>12/31/06</b>	Employer Identification Number <b>874000013</b>
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1. Taxable income (loss) before NOL and special deductions from federal form 1120/1120-A	1	-5,000	00
2. Additions to taxable income (Schedule B, line 15)	2	-120	00
3. Subtractions from taxable income (Schedule C, line 14)	3	-109	00
4. Adjusted income (add amounts on lines 1 and 2, then subtract amount on line 3)	4	-5,011	00
5. Nonbusiness income net of related expenses from Schedule H:			
a. Allocated to Utah (from Schedule H, line 13)	5a	-2,100	00
b. Allocated outside Utah (from Schedule H, line 26)	5b	1,790	00
Nonbusiness income total (add lines 5a and 5b)	5	-310	00
6. Apportionable income before contributions deduction (subtract line 5 from line 4)	6	-4,701	00
7. Utah contributions (from Schedule D, line 8)	7		00
8. Apportionable income (subtract line 7 from line 6)	8	-4,701	00
9. Apportionment percentage (enter 1.000000, or Schedule J, line 8 or line 12, if applicable)	9	<b>0.025854</b>	
10. Apportioned income (line 8 multiplied by line 9)	10	-122	00
11. Nonbusiness income allocated to Utah (from line 5a above)	11	-2,100	00
12. <b>Utah Taxable Income/Loss</b> (add lines 10 and 11) If line 12 is a loss and the election was made to forego the federal net operating loss carryback, do you also want to forego the Utah net loss carryback? If an election is not indicated by marking a box, it will be assumed the federal election was not made and the Utah loss will be treated as carryback (see instructions).	12	-2,222	00
<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
13. Utah net loss carried forward from prior years (attach documentation)	13		00
14. <b>Net Taxable Income</b> (subtract line 13 from line 12)	14	-2,222	00
15. <b>Calculation of tax</b> (see instructions)			
a. Multiply line 14 by .05	15a	-111	00
b. Minimum tax: \$100, or if Schedule M applies, Schedule M, line 5	15b	200	00
c. Enter the greater of 15a or 15b	15c	200	00
d. Interest on installment sales and/or recapture of low-income housing credit	15d		00
<b>Tax amount</b> (add lines 15c and 15d)	15	200	00
16. <b>Nonrefundable Credits</b> (obtain two-digit code from instructions)			
CODE 2	16a	161	00
	16c		00
	16e		00
CODE 14	16b	162	00
	16d		00
	16f		00
The total nonrefundable credits on line 16 cannot exceed the amount on line 15 less line 15(b).			
<b>Total nonrefundable credits</b> (add lines 16a through 16f)	16	323	00
17. <b>Net tax</b> (subtract line 16 from line 15) Cannot be less than line 15b above.	17	200	00
18. <b>Refundable Credits</b> (obtain two-digit code from instructions)			
CODE 40	18a	181	00
	18c		00
CODE 46	18b	182	00
	18d		00
18e. Prepayments (Schedule E, line 4)	18e	133	00
<b>Total refundable credits</b> (add lines 18a through 18e)	18	496	00
19. <b>Amended returns only</b> (see instructions)	19		00
20. <b>Total refundable credits</b> (add lines 18 and 19)	20	496	00
21. Overpayment - If line 20 is larger than line 17, subtract line 17 from line 20	21	296	00
22. Amount of overpayment to be applied as advance payment for next taxable year	22		00
23. <b>Refund</b> - Subtract line 22 from line 21; enter amount here and on TC-20, line 8	23	296	00
24. <b>Tax Due</b> - If line 17 is larger than line 20, subtract line 20 from line 17; enter amount here and on TC-20, line 9	24		00
25. Quarterly estimated prepayments meeting exceptions. Check boxes that correspond to the quarterly installments that qualify for exceptions to penalties (see instructions). Attach supporting documentation.	1st	2nd	3rd 4th
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/> <input type="checkbox"/>

**Schedules B, C, and D**TC-20 B-D  
Rev. 12/06Corporation Name  
Negative Numbers CorporationTaxable Year Ending  
12/31/06Employer Identification Number  
874000013**Schedule B - Additions to Taxable Income** (See instructions)

1. Interest from state obligations .....	1	1 00
2. a. Income taxes paid to any state .....	2a	-21 00
b. Franchise or privilege taxes paid to any state .....	2b	-22 00
c. Corporate stock taxes paid to any state .....	2c	-23 00
d. Any income, franchise or capital stock taxes imposed by a foreign country .....	2d	-24 00
e. Business and occupation taxes paid to any state .....	2e	-25 00
3. Safe harbor lease adjustments .....	3	3 00
4. Capital loss carryover .....	4	4 00
5. Federal deductions taken previously on a Utah return .....	5	5 00
6. Federal charitable contributions from federal form 1120 or 1120-A, line 19 .....	6	6 00
7. Gain/loss on IRC Sections 338(h)(10) or 336(e) .....	7	-7 00
8. Adjustments due to basis difference .....	8	8 00
9. Expenses attributable to 50 percent unitary foreign dividend exclusion .....	9	9 00
10. Installment sales income previously reported for federal but not Utah purposes .....	10	10 00
11. Refund received from Utah Education Savings Plan .....	11	11 00
12. Income/loss from IRC Section 936 corporations .....	12	-12 00
13. Foreign income/loss for "worldwide" combined filers .....	13	-13 00
14. Income/loss of unitary corporations not included on federal consolidated return .....	14	-14 00
15. <b>Total additions</b> (add lines 1 through 14) Enter here and on Schedule A, line 2. ....	15	-120 00

**Schedule C - Subtractions from Taxable Income** (See instructions)

1. Intercompany dividend elimination ( <b>Caution:</b> See Instructions for Schedule C) .....	1	1 00
2. Foreign dividend gross-up .....	2	2 00
3. Net capital loss .....	3	3 00
4. a. Federal jobs credit salary reduction .....	4a	41 00
b. Federal research and development credit expense reduction .....	4b	42 00
c. Federal orphan drug credit clinical testing expense reduction .....	4c	43 00
d. Expense reduction for other federal credits (attach schedule) .....	4d	44 00
5. Safe harbor lease adjustments .....	5	5 00
6. Federal income previously taxed by Utah .....	6	6 00
7. Fifty percent exclusion for dividends from unitary foreign subsidiaries .....	7	7 00
8. Fifty percent exclusion of foreign operating company income .....	8	8 00
9. Gain or loss on stock sale not recognized for federal purposes (but included in taxable income) when IRC Sections 338(h)(10) or 336(e) have been elected .....	9	9 00
10. Basis adjustments .....	10	-322 00
11. Interest expense not deducted on federal return under IRC Sections 265(b) or 291(e) .....	11	11 00
12. Dividends received from insurance company subsidiaries taxed on their premiums .....	12	12 00
13. Payments made to the Utah Educational Savings Plan .....	13	13 00
14. <b>Total subtractions</b> (add lines 1 through 13) Enter here and on Schedule A, line 3. ....	14	-109 00

**Schedule D - Utah Contributions Deduction** (See instructions)

1. Apportionable income before contributions (from Schedule A, line 6) .....	1	00
2. Utah contribution limitation rate (decimal) .....	2	.10
3. Utah contribution limitation (multiply line 1 by line 2) If line 1 is a loss, no contribution is allowed. ....	3	00
4. Current year contributions .....	4	00
5. Contributions deducted on federal form 1120 or 1120-A, line 19:		
a. Contributions to sheltered workshops claimed as a tax credit on Schedule A, line 16 (code 02) .....	5a	( ) 00
b. Deductions for high technology equipment claimed as a tax credit on Schedule A, line 16 (code 14) .....	5b	( ) 00
6. Utah contribution carryforward (attach schedule) .....	6	00
7. Total available contributions deduction (subtract lines 5a and 5b from line 4 and add line 6) .....	7	00
8. Utah allowed contributions deduction (lesser of line 3 or line 7) Enter here and on Schedule A, line 7. ....	8	00



**Schedule H - Nonbusiness Income Net of Expenses** (See instructions) TC-20 H, Rev. 12/06  
(For use with TC-20 and TC-20S)

Corporation Name	Taxable Year Ending	Employer Identification Number
Negative Numbers Corporation	12/31/06	874000013

**Note:** Failure to complete all information required below may result in automatic disallowance of the nonbusiness income claimed.

**Utah Nonbusiness Income (Allocated to Utah)**

Description of Utah Nonbusiness Income	Acquisition Date of Nonbusiness Asset(s)	Payor of Nonbusiness Income	Beginning Value of Investment Used to Produce Nonbusiness Income	Ending Value of Investment Used to Produce Nonbusiness Income	Nonbusiness Income
1a. Nonbusiness Income	01/01/01	Acme Widgets	\$500.00	\$800.00	300.00
1b. Nonbusiness Income 2	01/01/02	Business Inc.	\$100.00	\$800.00	700.00
1c.					
1d.					
2. Total Utah nonbusiness income (add lines 1a through 1d)					1,000.00
3a. Description of direct expenses related to line 1a above	First Description	Enter amount of direct expenses			45.00
3b. Description of direct expenses related to line 1b above	Second Description	Enter amount of direct expenses			55.00
3c. Description of direct expenses related to line 1c above		Enter amount of direct expenses			
3d. Description of direct expenses related to line 1d above		Enter amount of direct expenses			
4. Total direct related expenses (add lines 3a through 3d)					100.00
5. Utah nonbusiness income net of direct related expenses (subtract line 4 from line 2)					900.00
Indirect Related Expenses for Utah Nonbusiness Income			Total Assets Used to Produce Utah Nonbusiness Income (Column A)	Total Assets (Column B)	
6. Beginning of year			\$2.00	\$6.00	
7. End of year			\$8.00	\$24.00	
8. Sum of beginning and ending asset values (add lines 6 and 7)			\$10.00	\$30.00	
9. Average assets (line 8 divided by 2)			\$5.00	\$15.00	
10. Average Utah nonbusiness assets to average total assets (line 9, Column A, divided by line 9, Column B)					0.333333
11. Interest expense deducted in computing Utah taxable income (see instructions)					9,000.00
12. Indirect related expenses for Utah nonbusiness income (line 10 multiplied by line 11)					3,000.00
13. Total Utah nonbusiness income net expenses (subtract line 12 from line 5) Enter here and on:					-2,100.00

TC-20, Sch. A, line 5a  
TC-20S, Sch. A, line 6a

**Non-Utah Nonbusiness Income (Allocated Outside Utah)**

Description of Non-Utah Nonbusiness Income	Acquisition Date of Non-Utah Nonbusiness Asset(s)	Payor of Non-Utah Nonbusiness Income	Beginning Value of Investment Used to Produce Non-Utah Nonbusiness Income	Ending Value of Investment Used to Produce Non-Utah Nonbusiness Income	Non-Utah Nonbusiness Income
14a. Foreign Nonbusiness Income	01/01/02	Acme Investments	\$2,000.00	\$4,000.00	2,000.00
14b.					
14c.					
14d.					
15. Total non-Utah nonbusiness income (add lines 14a through 14d)					2,000.00
16a. Description of direct expenses related to line 14a above	Another First Description	Enter amount of direct expenses			200.00
16b. Description of direct expenses related to line 14b above		Enter amount of direct expenses			
16c. Description of direct expenses related to line 14c above		Enter amount of direct expenses			
16d. Description of direct expenses related to line 14d above		Enter amount of direct expenses			
17. Total direct related expenses (add lines 16a through 16d)					200.00
18. Non-Utah nonbusiness income net of direct related expenses (subtract line 17 from line 15)					1,800.00
Indirect Related Expenses for non-Utah Nonbusiness Income			Total Assets Used to Produce Non-Utah Nonbusiness Income (Column A)	Total Assets (Column B)	
19. Beginning of year			\$10.00	\$30.00	
20. End of year			\$20.00	\$60.00	
21. Sum of beginning and ending asset values (add lines 19 and 20)			\$30.00	\$90.00	
22. Average assets (line 21 divided by 2)			\$15.00	\$45.00	
23. Average nonbusiness assets to average total assets (line 22, Column A, divided by line 22, Column B)					0.333333
24. Interest expense deducted in computing Utah taxable income (see instructions)					30.00
25. Indirect related expenses for non-Utah nonbusiness income (line 23 multiplied by line 24)					10.00
26. Total non-Utah nonbusiness income net of expenses (subtract line 25 from line 18) Enter here and on:					1,790.00

TC-20, Sch. A, line 5b  
TC-20S, Sch. A, line 6b

**Schedule J - Apportionment Schedule**TC-20 J, Rev. 12/06  
(for use with TC-20, TC-20S, TC-20REIT & TC-20UBI)Corporation Name  
Negative Numbers CorporationTaxable Year Ending  
12/31/06Employer Identification Number  
874000013**NOTE: Use this schedule only if income is taxable in another state and should be apportioned to Utah.  
Use this schedule with Utah corporate forms TC-20, TC-20S, TC-20REIT and TC-20UBI.**

Describe briefly the nature and location(s) of your Utah business activities:

We distribute widgets in Salt Lake City.

**APPORTIONABLE INCOME FACTORS****1. Property Factor**

- a. Land.....
- b. Depreciable assets.....
- c. Inventory and supplies.....
- d. Rented property.....
- e. Other tangible property.....
- f. Total tangible property (total lines 1a through 1e)..... •

Inside Utah Column A		Inside and Outside Utah Column B	
1a		00	447,652 00
1b	87,315	00	7,952,328 00
1c		00	1,533,853 00
1d		00	713,072 00
1e		00	00
1f	87,315	00 •	10,646,905 00
2		0.008201	

2. Property factor (decimal) — line 1f, column A divided by line 1f, column B.....

**3. Payroll Factor**

- a. Total wages, salaries, commissions and other compensation..... •

3a		00 •	3,085,131 00
4		0.000000	

4. Payroll factor (decimal) — line 3a, column A divided by line 3a, column B.....

**5. Sales Factor**

- a. Sales (gross receipts less returns and allowances).....
- b. Sales delivered or shipped to Utah purchasers from outside Utah.....
- c. Sales delivered or shipped to Utah purchasers from within Utah.....
- d. Sales shipped from Utah to the United States government.....
- e. Sales shipped from Utah to purchasers in a state(s) where the taxpayer has no nexus (the corporation is not taxable in the state of purchaser).....
- f. Rent and royalty income.....
- g. Service income (attach schedule).....
- h. Total sales and services (total lines 5a through 5g)..... •

5a	15,973,467	00	
5b		00	
5c	1,107,953	00	
5d		00	
5e		00	
5f		00	00
5g		00	00
5h	1,107,953	00 •	15,973,467 00
6		0.069362	

6. Sales factor (decimal) — line 5h, column A divided by line 5h, column B.....

**EQUALLY-WEIGHTED THREE FACTOR FORMULA**

Corporations not making the election to double-weight the sales factor must complete lines 7 and 8.

7. Add lines 2, 4 and 6.....

7 0.077563

8. Calculate the **Apportionment Fraction** to SIX DECIMALS (line 7 divided by 3 or the number of factors present).....

8 0.025854

**DOUBLE-WEIGHTED SALES FACTOR ELECTION** — If elected, this option is effective and irrevocable for five years.

Corporations electing to double-weight the sales factor must complete lines 9 through 12.

9. Enter "X" in the box if the election is made to double-weight the sales factor..... •

9 ☐

10. Doubled sales factor — amount from line 6 times 2.....

10 0.000000

11. Add lines 2, 4 and 10.....

11 0.000000

12. Calculate the **Elected Apportionment Fraction** to SIX DECIMALS (line 11 divided by 4 or the number of factors present, counting the sales factor twice).....

12 0.000000

Enter the amount from line 8 (or line 12 if the Double-Weighted Sales Factor Election is selected) as follows:

TC-20 filers - enter on TC-20, Schedule A, line 9

TC-20REIT filers - enter on TC-20REIT, line 4

TC-20S filers - enter on TC-20S, Schedule A, line 8

TC-20UBI filers - enter on TC-20UBI, line 2

Corporation Name	Taxable Year Ending	Employer Identification Number
Negative Numbers Corporation	12/31/06	874000013

1. List only corporations incorporated, qualified or doing business in Utah on this form.
2. Federal schedules are not acceptable as a substitute, since they may include corporations excluded from reporting in Utah.
3. Corporations required to file in Utah but not listed on this form will not be considered to have met the Utah filing requirement.
4. List the filing period only if it is different from the parent corporation's filing period.
5. The minimum tax of \$100 per corporation (including parent corporation if incorporated, qualified or doing business in Utah) listed on this schedule must be entered on Schedule A, line 15b

Total number of corporations in Utah multiplied by the minimum tax of \$100 = \$ 200. Enter on Schedule A, line 15b.

List **only** corporations doing business, incorporated or qualified in Utah included in this combined return (attach additional sheets if necessary).

[illegible]